

Incoming
S102710101
cc: John

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DIV. OF OIL, GAS & MINING
0002

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
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SMALL MINING OPERATIONS 2009 PROGRESS REPORT
January 1, 2009 to December 31, 2009

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: S 027101
2. Mine Name: Three Knolls Mine
3. Name of Operator/Permittee: Western Clay Co.

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page for the Notice of Intention together with form MR-REV available on the Division's web page at https://fs.ogm.utah.gov/pub/MINES/Minerals_Related/FORMS/MR-REV-SMO_EXP.pdf.

4. Mine Location: Hwy 50 South of Scipio Res.
5. Report the gross amount of ore mined and waste moved, as well as the current disposition of the material (sold, stockpiled, regraded, etc.):

Gross Ore Mined Tons, or yd³
Waste Material Moved Tons, or yd³
New Disturbance Acres during 2009
Area Reclaimed 4.85 Acres during 2009
Total Disturbed Area 4.85 Acres*

*Total life of mine disturbance to the end of 2009.

Was the ore shipped off site? If not, where is the ore located?

Where is the waste located?

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE (https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-SITE.pdf) for an application for full or partial bond/site release).

Reclamation Completed and Inspected

I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): Corey Thurston
Title of Operator: Mine Manager
Signature of Operator: Corey Thurston
Date: 1-29-10